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SECURITIES AND EXCHANGE COMMISSION
DIVISION OF CORPORATE FINANCE

082-03237

December 13, 2007



Office of International Corporate Finance
Securities and Exchange Commission
Division of Corporate Finance
Room 3094 (3-G)
450 Fifth Street, N.W.
Washington, D.C. 20549

SUPPL

Re: MANILA ELECTRIC COMPANY
TERMINATION OF ALL MERALCO ADR PROGRAMS
(144A and LEVEL 1)

PROCESSED

JAN 11 2008

THOMSON
FINANCIAL

Ladies and Gentlemen:

We would like to advise the Exchange of the termination of all the ADR Programs (144A and Level 1) of Manila Electric Company (Meralco) effective November 26, 2007. These two programs will no longer be traded on both Over-The-Counter and the Portal system. As a result, we will no longer furnish the U. S. Securities and Exchange Commission (the "SEC") with information or documents required for the exemption from Section 12(g) of the U. S. Securities Exchange Act of 1934 (the "Exchange Act") granted to Manila Electric Company under Rule 12g3-2(b) under the Exchange Act (the "Rule").

The following schedule has been set for the above-mentioned ADR Programs termination:

Meralco advises Depositary on the Termination of the ADR Programs	August 22, 2007
Depositary announces the Termination to the Market (ADR Holders are notified by the Depositary on the termination of the Programs)	September 24, 2007
Termination of the ADR Programs	November 26, 2007
Period ADR Holders may convert to Local Shares	November 26, 2007 to May 26, 2008
Depositary Cashes Out the ADR position and Distributes cash proceeds to Holders	May 26, 2008 onward

Handwritten signature

Citibank, N.A. will assist to ensure Meralco's smooth exit from the ADR Programs and continue to service the Programs for the next 6 months to allow for all ADR holders to sell or request for conversion of their existing holdings into Meralco's common shares. After closure of the Programs, Citibank will be relieved of its role as Depositary Bank for Manila Electric Company.

Kindly inform us if you have other requirements concerning the termination of the ADR Programs. If you have any question on the matter, please contact the undersigned at (Tel: (632) 631-55-98) or address your communication to the undersigned at Manila Electric Company, Lopez Building, Ortigas Avenue, Pasig City 0300 Philippines.

Thank you.

Very truly yours,

By: 

Name : Rafael L. Andrada

Title : First Vice President & Treasurer

January 7th, 2008**RECEIVED**

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OFFICE OF INTERNATIONAL
CORPORATE FINANCE**SECURITIES AND EXCHANGE COMMISSION**

Office of International Corporate Finance
Division of Corporation Finance
450 Fifth Street, N.W.
Washington, D.C. 20549
U.S.A.

RE: Schneider Electric S.A.
Submission Pursuant to Rule 12g3-2(b)
File No. 82-3706

Dear Sir or Madam:

On behalf of Schneider Electric S.A. (the "Company"), we hereby submit, pursuant to Rule 12g3-2(b) of the Securities Exchange Act of 1934 (the "Exchange Act"), a brief description of the documentation which the Company has made public pursuant to French law, filed with a stock exchange (and which was made public by that stock exchange) or distributed to its securities holders:

Press releases:

- Schneider Electric presents the strategy and prospects for its new Critical Power & Cooling Services Business Unit, combining APC and MGE (Annex 1),
- Schneider Electric is confident in the growth potential of its new business portfolio (Annex 2),
- Schneider Electric, a partner of the Bali International Conference to combat the dangers of climate change (Annex 3),
- Termination of the liquidity contract (no English translation available),
- Implementation of the new liquidity contract (no English translation available).

Presentations:

- Shareholders' regional meeting in Toulouse (France), December 2007 (no English translation available),
- Critical Power strategy and prospects (Annex 4),
- Critical Power financial performance (Annex 5).

Pursuant to Rule 12g3-2(b)(4), these materials are not deemed "filed" with the Commission or otherwise subject to the liabilities of Section 18 of the Exchange Act. Furthermore, pursuant to Rule 12g3-2(b)(5), submission of these materials does not constitute an admission for any purpose that the Company is subject to the Exchange Act.

Merlin Gerin**Square D****Telemecanique****Schneider Electric SA**

Société anonyme à directoire et conseil de
surveillance au capital de 1 961 285 360 €
Siège social : 43-45, boulevard Franklin Roosevelt
F-92500 Rueil Malmaison - France
Tél. 33 (0)1 41 29 70 00
Fax: 33 (0)1 41 29 71 00
<http://www.schneider-electric.com>

542 048 574 RCS Nanterre

Siret : 542 048 574 01775

Code APE 741 J

N° ident TVA : FR 01 542 048 574

Please do not hesitate to contact the undersigned (collect) at 33.1.41.29.88.33 if you have any questions in respect of this matter. Finally, I would greatly appreciate your acknowledging receipt of this letter and the enclosure by stamping the enclosed copy of this letter and returning it to me in the enclosed self-addressed, stamped envelope.

Very truly yours,



Secretary of the Board
Philippe BOUGON

Disclaimer

All forward-looking statements are Schneider Electric management's present expectations of future events and are subject to a number of factors and uncertainties that could cause actual results to differ materially from those described in the forward-looking statements.

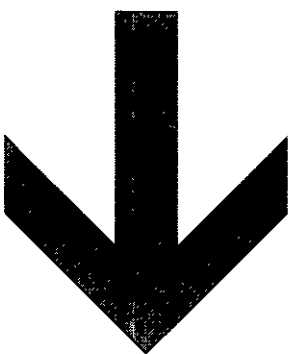
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2009 JUN -9 AM 11

OFFICE OF THE
CORPORATE



Critical Power and Cooling Services



Strong prospects for 2009 lie in profitable growth at H&D and double-digit margin at highly-growing ES&S

→ Home & Distributed

- Strategic product focus on 4 segments (AV, Mobile, Network Closet, Server Room)
- Regional focus on BRIC countries and Africa
- Commercial investments in new targeted countries

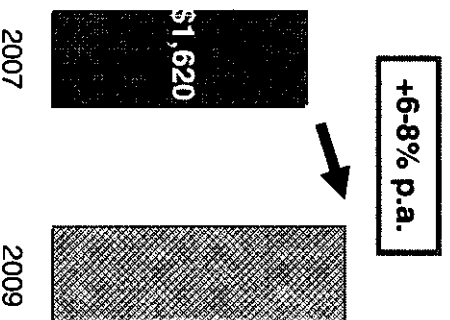
→ Enterprise Systems & Services

- Two digit growth in all regions, driven by data centers
- Full impact of the turnaround plan (from sales efficiency to R&D)
- Redefined services strategy
- Supply chain improvement

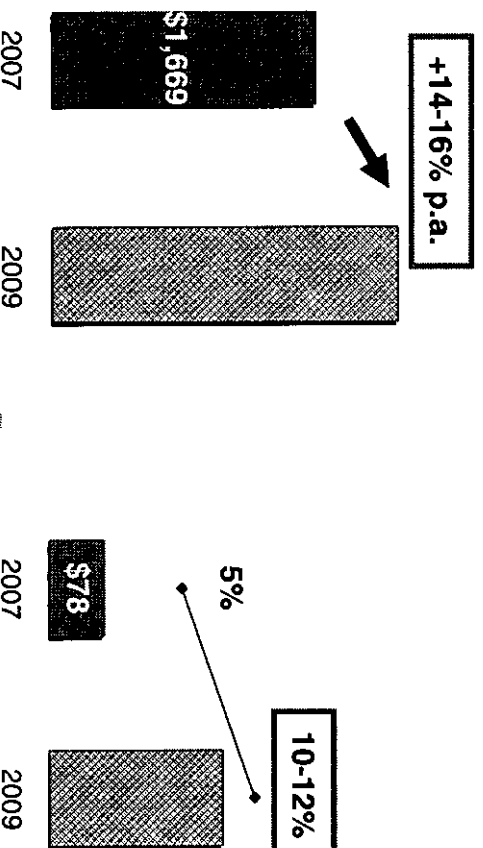
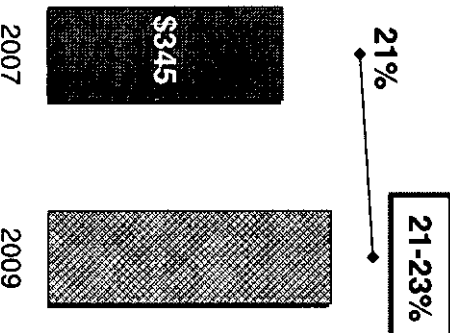
* Before non-recurring charges: restructuring costs and assets value adjustments



Organic growth



EBITA* margin



Critical Power and Cooling Services

Critical Power EBITA has the potential to nearly double again by 2009

Critical Power targets 2009

(in \$m)	2006 Proforma	2007 (F) Proforma
Sales	3,023	3,500
<i>Organic growth</i>		<i>+13%</i>
EBITA*	150	388
<i>Margin %</i>	<i>5.0%</i>	<i>11.1%</i>



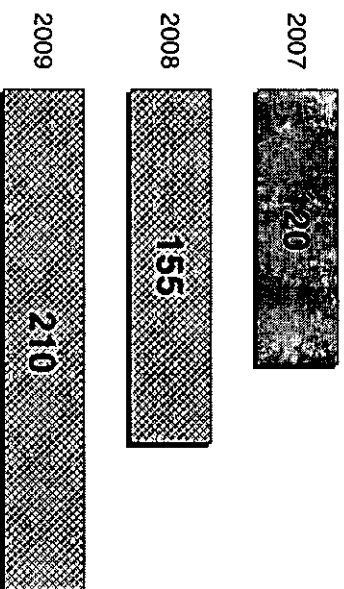
2009 Target	vs 2007
4,300-4,500	
	<i>+11-13% CAGR</i>
650-750	
<i>15-17%</i>	<i>+4-6pts</i>

* Operating income before amortization of purchase accounting intangibles

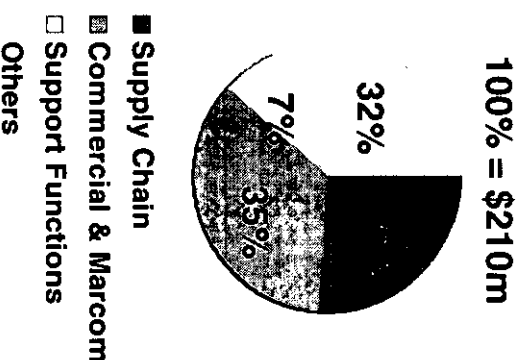


Total operational efficiencies should reach \$210m in 2009

Operational efficiencies status (in \$m)



Breakdown by type



→ Operational efficiency plans deployed to underpin the profitability improvement target

→ Main efficiencies:

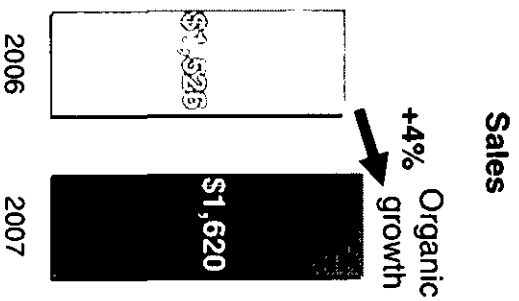
- Commercial strategy: harmonization of policies, T&Cs, ...
- Supply chain: purchasing, logistics, ...
- Support functions: G&A, IT, Marcom
- Lines of business: Enterprise Systems, Services



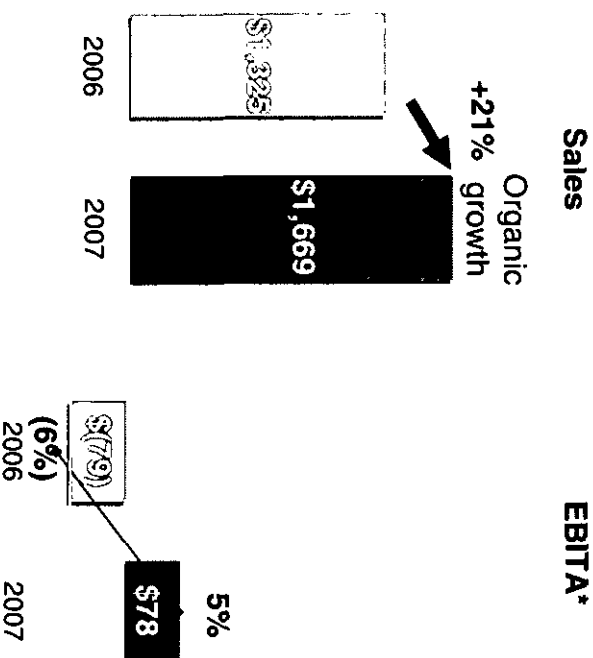
Critical Power will show in 2007 20% EBITA increase at H&D while ES&S will be clearly in the black

Critical Power results 2007 (F)

Home & Distributed



Enterprise Systems & Services



- **Enterprise Systems & Services (ES&S)**
 - Continuation of strong sales momentum
 - Turnaround driving \$157m EBITA increase
- **Home & Distributed (H&D)**
 - Growth impacted by product lines termination (~3pts)
 - Generation of \$58m additional EBITA

* Before non-recurring charges: restructuring costs and assets value adjustments



Recovery of APC and first effects of integration with MGE

will lead to strong progress of Critical Power results

Critical Power results 2007 (F)

(in \$m)	2006 Proforma*	2007 F Proforma*	% chg
Sales	3,023	3,500	+16%
<i>Organic growth</i>			+13%
EBITA before non recurring charges**	209	426	x2.0
<i>Margin %</i>	6.9%	12.2%	+5.3pts
EBITA***	150	388	
<i>Margin %</i>	5.0%	11.1%	

→ Combined **EBITA increase** of \$222m of which \$204m coming from ex-APC

- **Positive impacts:** pricing, forex, synergies & operational efficiencies
- **Negative impacts:** raw materials, business lines mix

→ Strong performance of **ex-MGE perimeter**: EBITA +31%

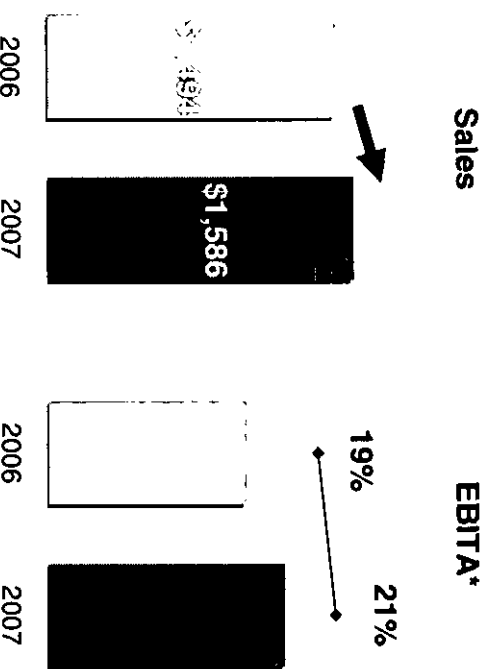
- * Results of the business unit on a 12-month basis (without MGE Small Systems business)
- ** Before non-recurring charges: restructuring costs and assets value adjustments
- *** Operating income before amortization of purchase accounting intangibles



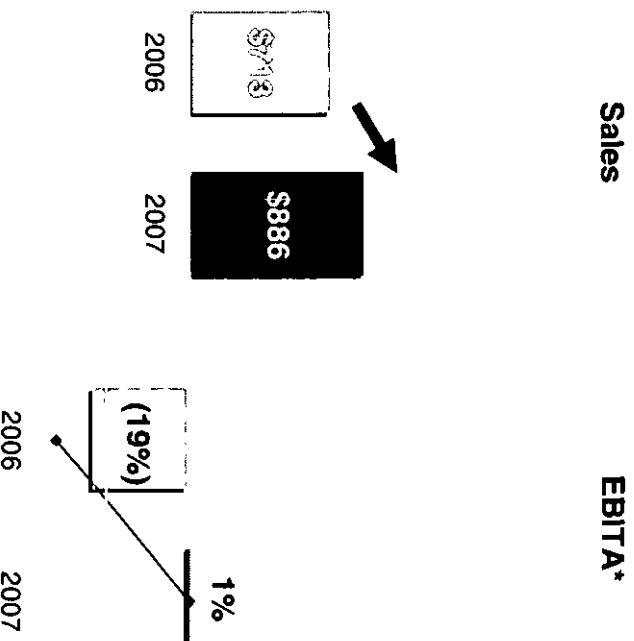
APC performance will be largely driven by the turnaround at Enterprise Systems & Services

APC results 2007 (F)

Home & Distributed



Enterprise Systems & Services



- Breakeven in **Enterprise Systems & Services** achieved 1 year in advance
- **Home & Distributed** profitability improved by 2 points

* Before non-recurring charges: restructuring costs and assets value adjustments



APC EBITA will more than double in 2007

APC results 2007 Forecast (F)

\$m	FY 2006	FY 2007	% chg
Sales	2,378	2,690	+13%
EBITA before non recurring charges*	150	349	x2.3
Margin %	6.3%	13.0%	+6.7pts
EBITA**	94	331	
Margin %	4.0%	12.3%	

→ Strong volume increase

→ Revenue management

- Terms & conditions improvement: discounts, return policy, incentives
- Selected price increase to offset raw materials impact (mainly lead)
- Termination of unprofitable product lines and project selection

→ Cost base optimization

- Supply chain: productivity, logistics costs
- Support functions

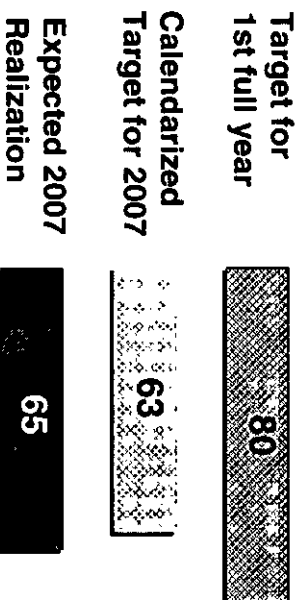
* Before non-recurring charges: restructuring costs and assets value adjustments

** Operating income before amortization of purchase accounting intangibles

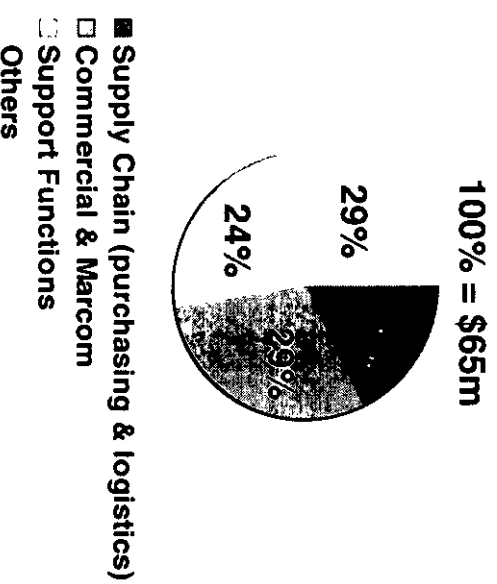


2007 synergies target will be achieved

Synergies progress (in \$m)

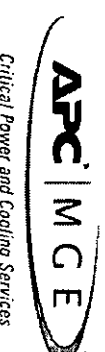


Breakdown by type



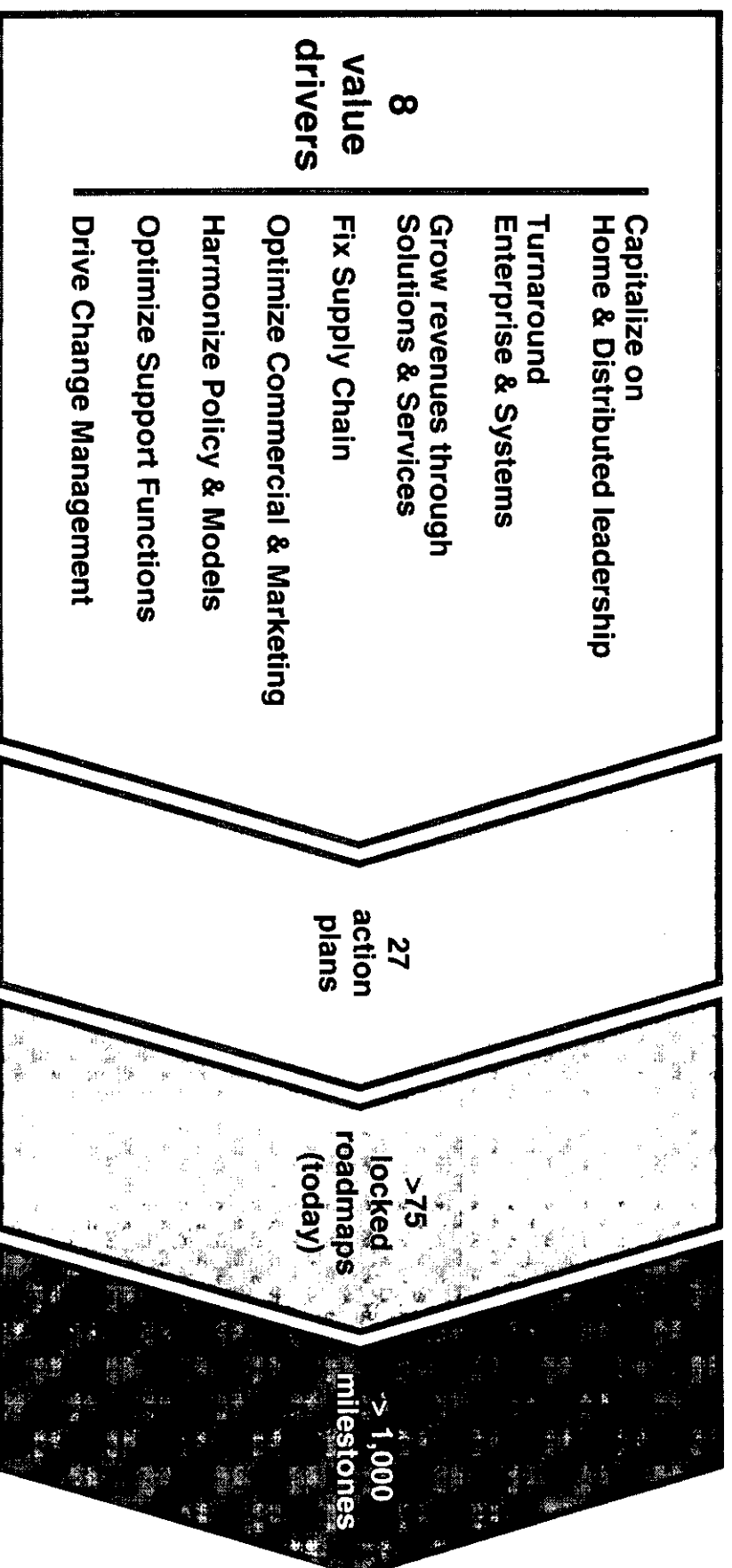
→ Key synergies plans launched in 2007

- **Purchasing:** economies of scale, harmonization of components, Schneider Electric substitution
- **Logistics:** DC consolidation, ...
- **Commercial integration:** sales force optimization, cross-selling, real-estate
- **Marcom** optimization between APC and MGE
- **G&A:** IT, shared services, ...

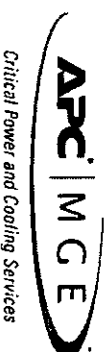


A dedicated integration office monitors the synergies and operational efficiencies

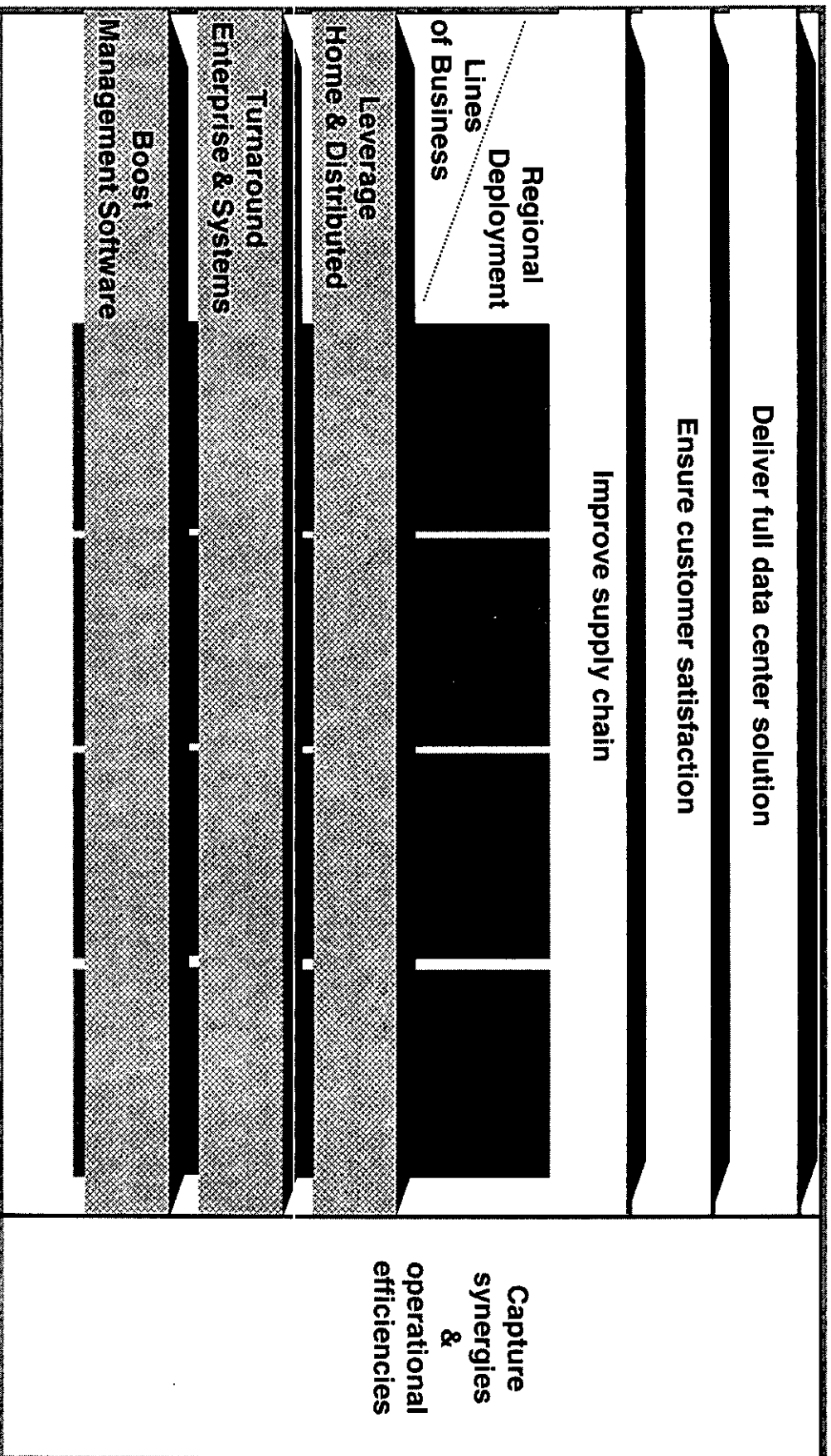
→ Integration framework: from 8 value drivers to >1000 milestones



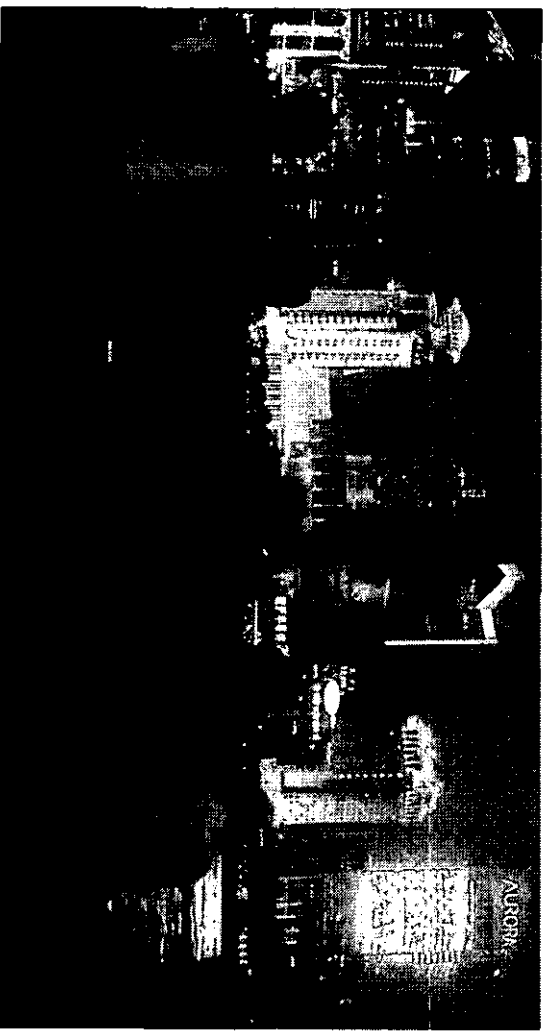
→ Integration backbone: target setting, IT, toolbox



Capturing operational efficiencies is one of the strategic initiatives



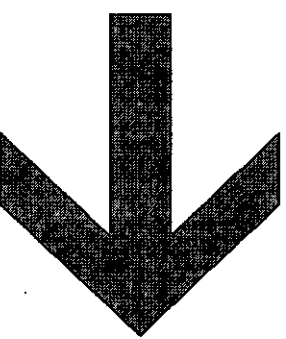
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Critical Power

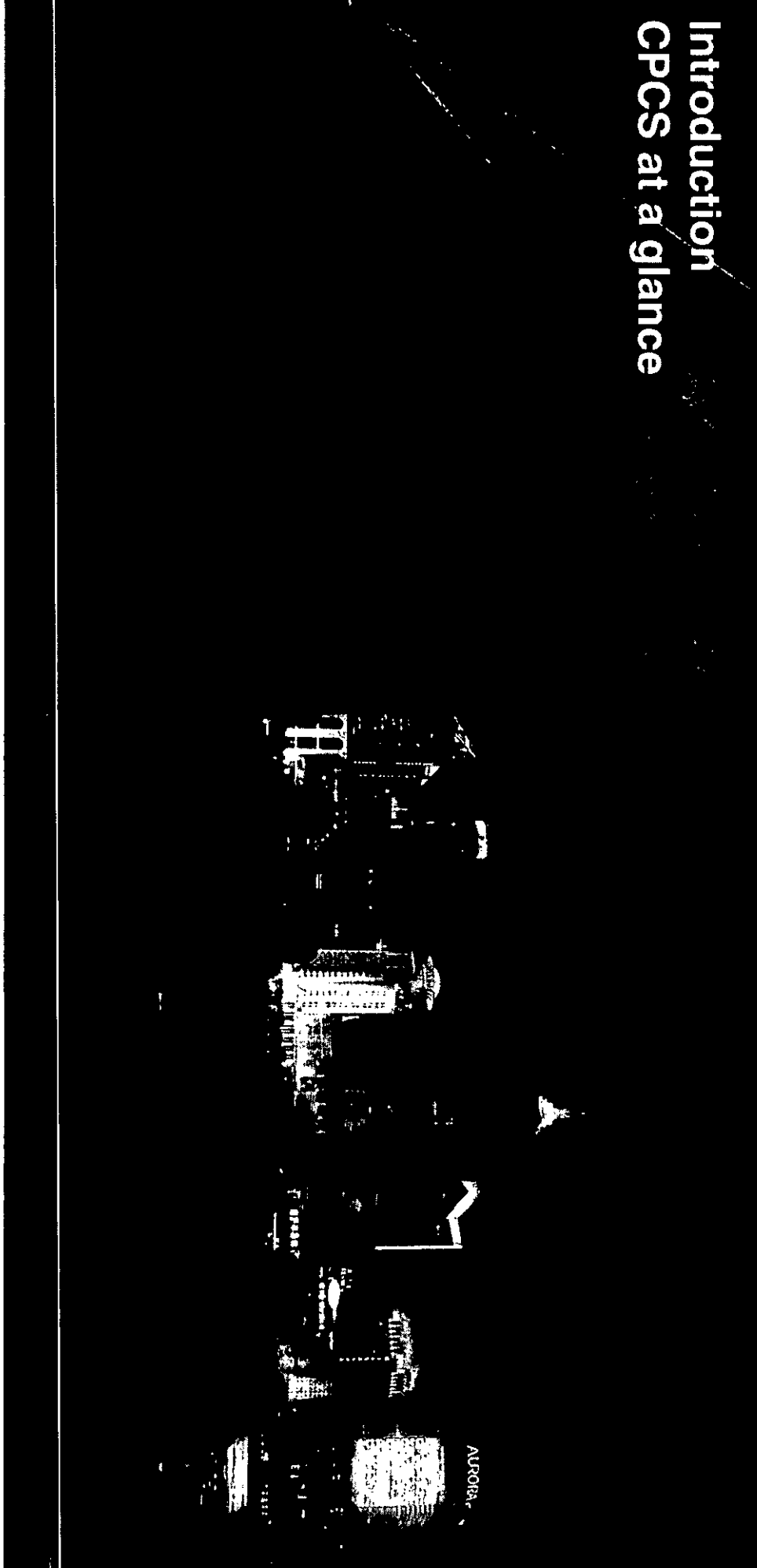
Financial performance

November 28, 2007



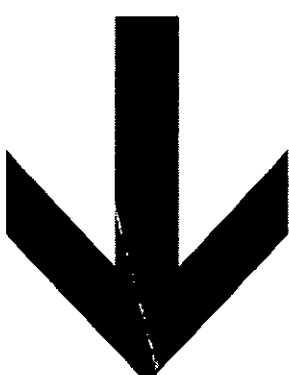
Introduction

CPCS at a glance



Schneider
Electric

APC | MCE
Critical Power and Cooling Services



Reminder: Critical Power is an increasing issue for a growing number of customers

→ Power supplied by utilities is insufficiently reliable

- World electricity consumption expected to rise 30% by 2020
- Less power available running on weaker infrastructure

→ Power quality and reliability is more and more critical to an increasing number of applications

- Increasing number of sensitive applications: hospitals, industrial processes, IT & telecom
- Risk of significant business losses from a power disruption

→ Data storage and digital information traffic are rising

→ A critical power installation is based on a sophisticated, reliable & redundant electrical distribution architecture

→ 72% of critical applications undergo 9h+ of power downtime per year...

→ Cost of 1 hour downtime

Stock-market transactions	€6.5 m
Semi-conductors	€3.8 m
Banking-card transactions	€2.5 m
Automotive	€1.0 m

_03 Introduction

CPCS at a glance

_10 Strategy

Growth Factors and Business Models

_15 Execution

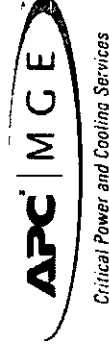
Organization & Operational Framework

_19 Leadership

Five Strategic Initiatives

_33 Conclusion

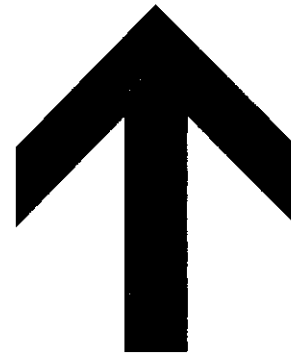
Our key strengths



Annex 4



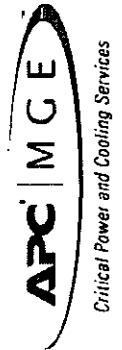
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U.S. DEPARTMENT OF JUSTICE



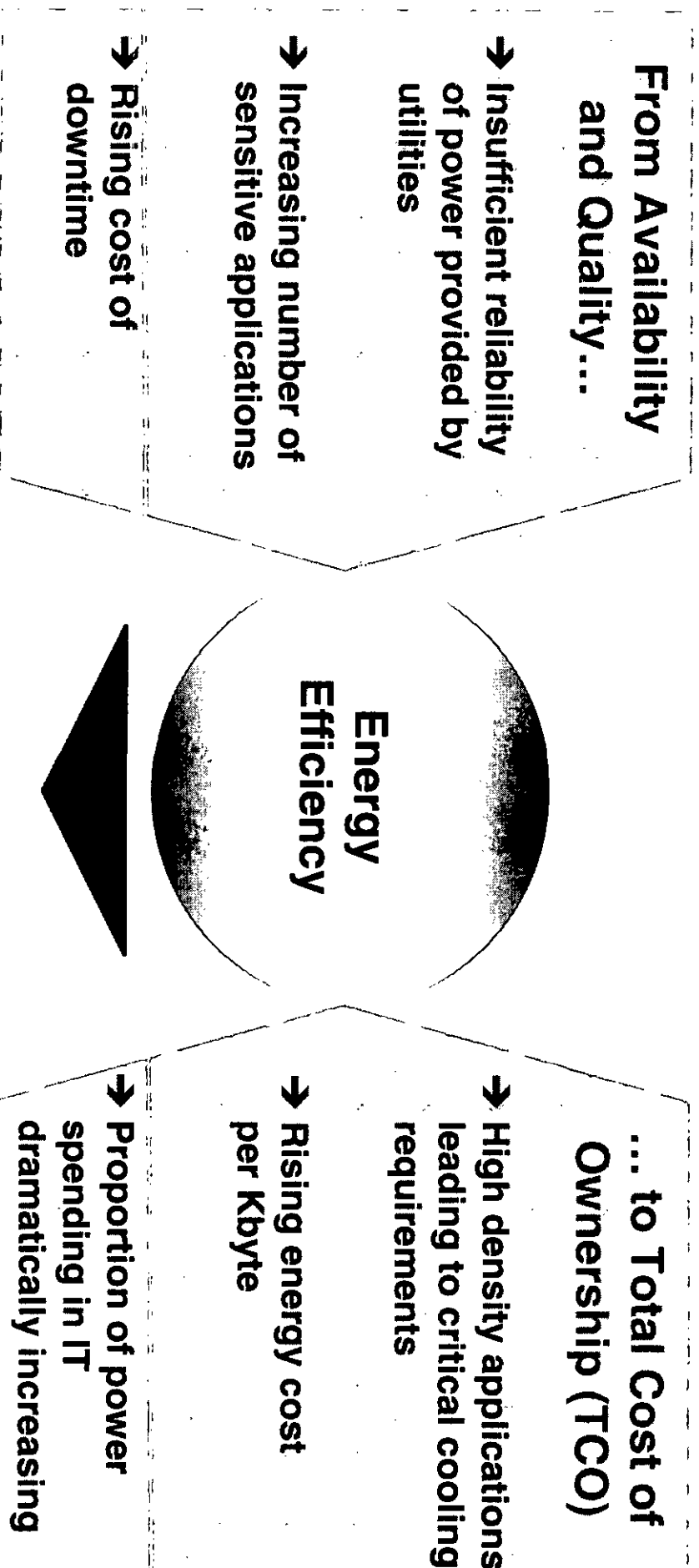
Critical Power
Strategy & Prospects
November 28, 2007



Schneider Electric



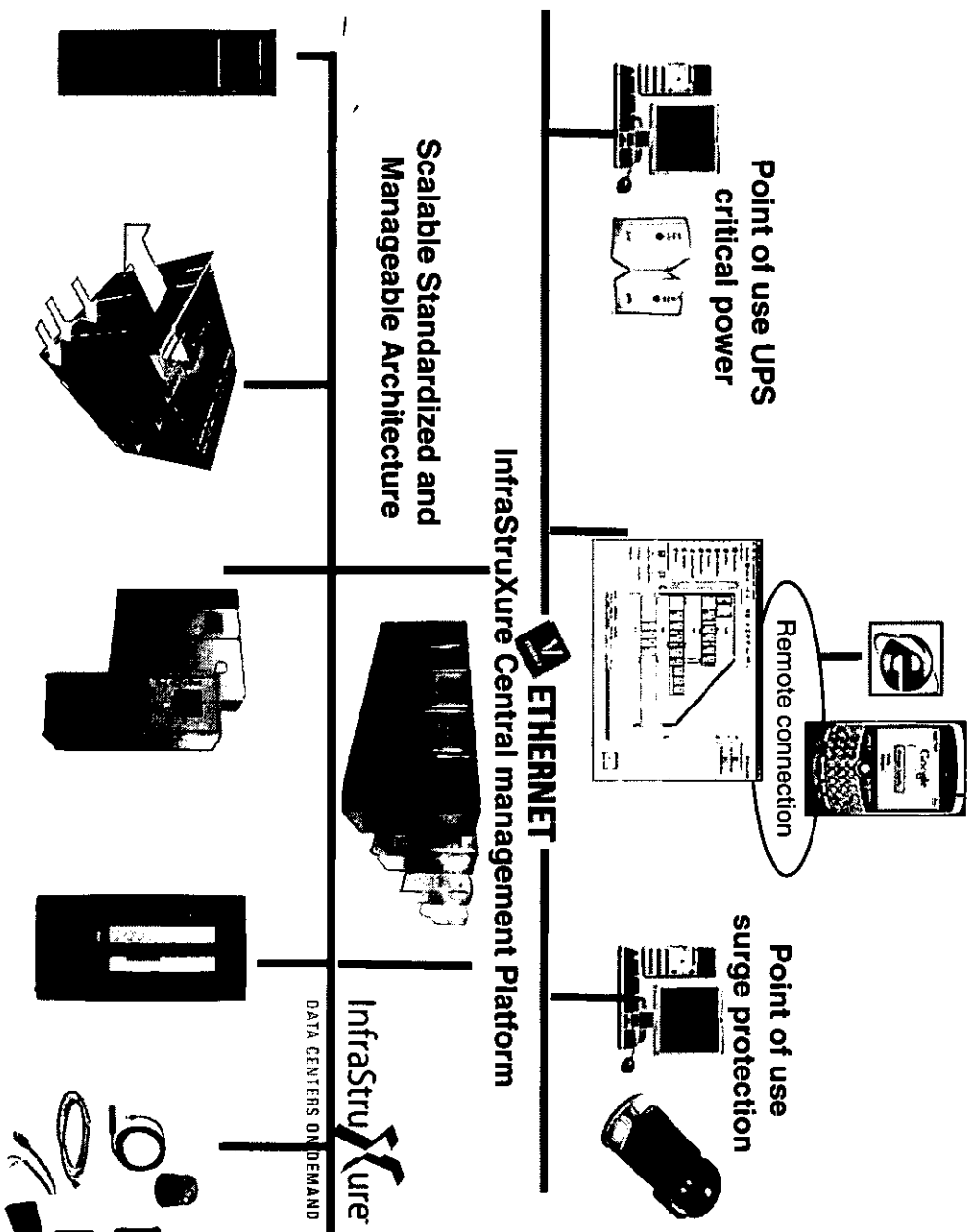
The worlds of Critical Power and Energy Efficiency are converging ...



Integrated Power and Cooling Solutions



... leading to the integration of UPS, Software, Racks, Cooling & Services



Connectivity and remote supervision

Supervision screen

Controllers

Communication

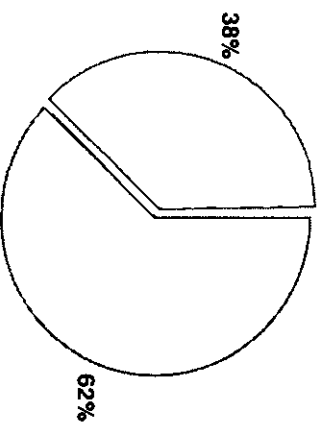
Intelligent actuators and sensors

Schneider Electric

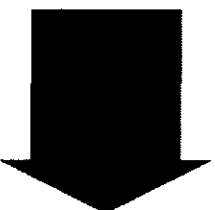
APC MCE
Critical Power and Cooling Services

The total Critical Power & Cooling Services (CPCS) market has enlarged from \$7bn to \$22bn in 2007

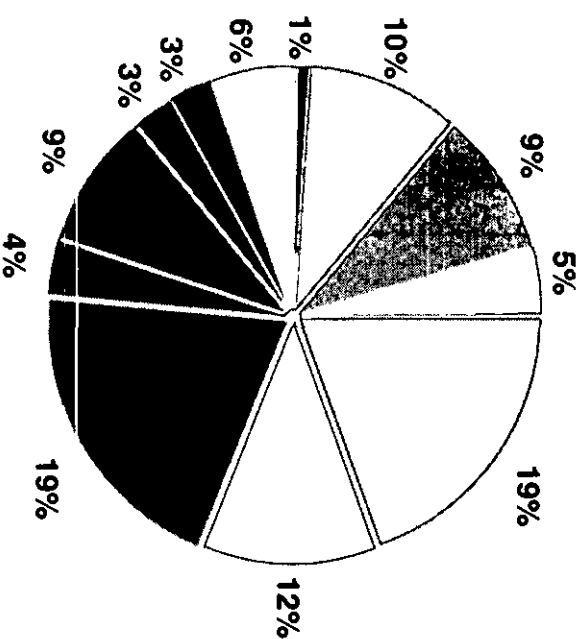
UPS Market \$7Bn



□ 1 Ph UPS □ 3 Ph UPS



CPCS Market \$22Bn

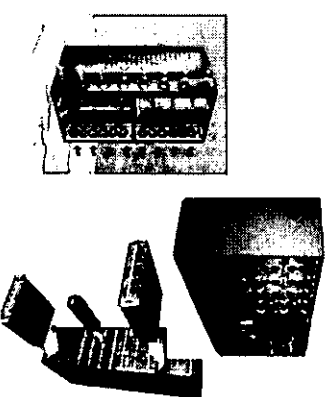


□ 1 Ph UPS □ 3 Ph UPS
 ■ Mobile ■ Surge
 ■ Racks ■ Rack PDU
 ■ Security □ Perimeter Cooling
 ■ In-Row Cooling □ Services
 □ Mgt Systems □ Industrial

CPCS has a unique portfolio to address its market, including the widest solution offer in the industry

E&S

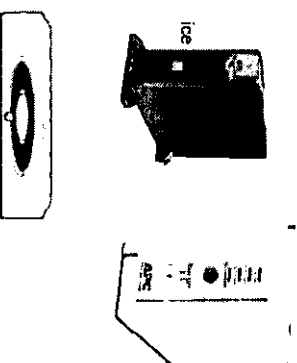
- High & Medium power UPS
- Value Offer
- Performance Offer
- Cooling systems
- Software & Management
- Services



\$1.7bn

H&D

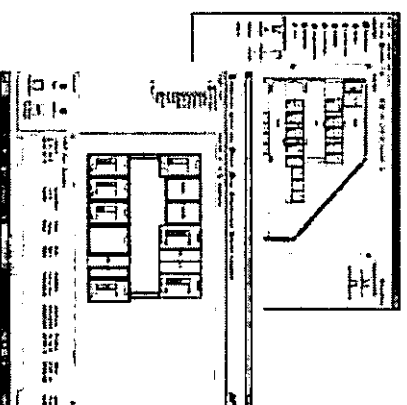
- Uninterruptible Power Supply
- Surge arrest
- Power conditioners
- Distributed IT systems
- Sensitive electronics
- Telecom/ VOIP



\$1.6bn

MSS

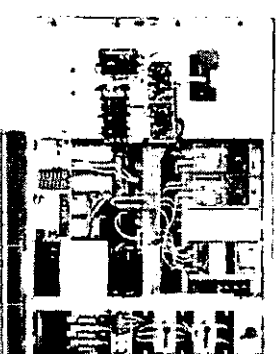
- Data Center Design software
- Data Center Thermal modelling
- Capacity Management Software



\$0.1bn

Industrial

- Continuous and conditioned electric power supply for critical industrial and commercial applications
- Specialist in Oil and Gas



\$0.1bn

Schneider Electric

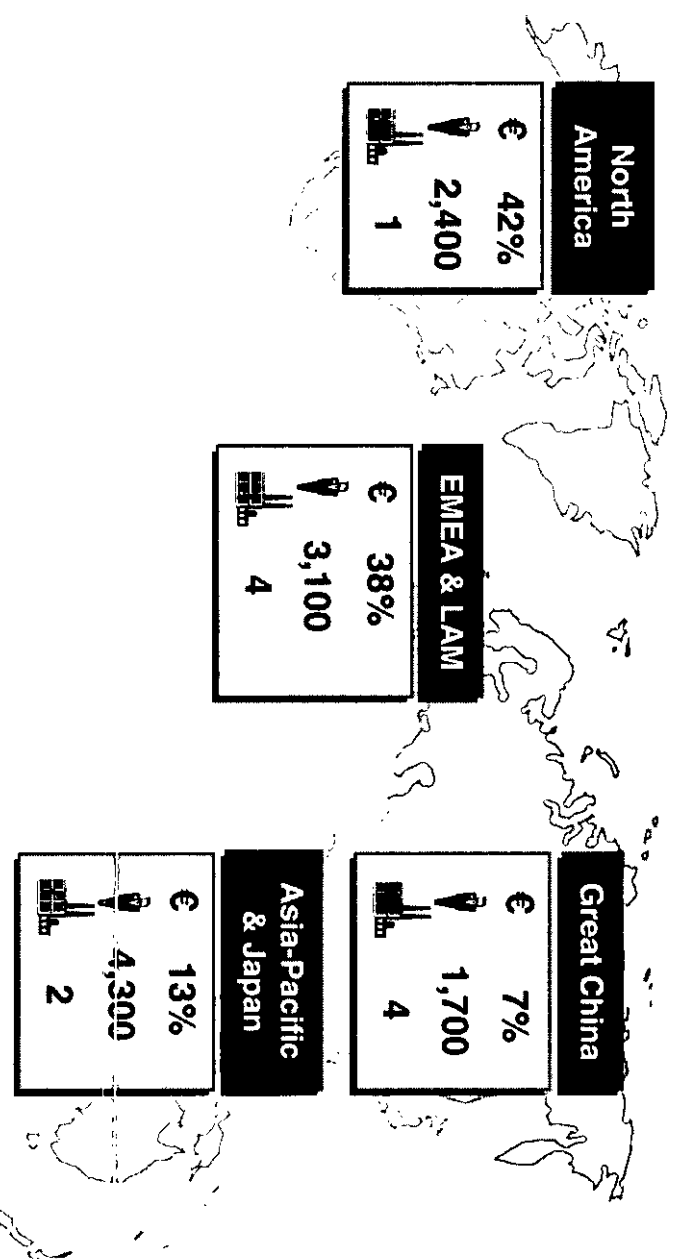
APC | MCE
Critical Power and Cooling Services

CPCS has a worldwide footprint with key positions in emerging countries

Key figures

- ~\$3.5bn sales
- >160 countries
- 11,500 employees
- 11 manufacturing sites
- 900 R&D personnel
- 30% of sales in emerging countries

Sales, Employees, Factories by geographical region



1. The most comprehensive product & solution range for all critical applications

2. The broadest service organization

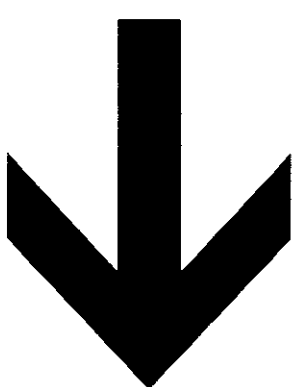
3. The largest R&D investment committed to delivering the most innovative solutions

Strategy Growth Factors & Business Models



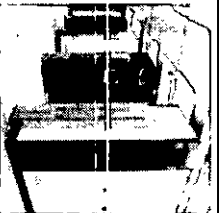



Schneider
Electric

APC | MCE
Critical Power and Cooling Services



CPCS focuses on 4 Key Markets led by strong growth drivers

	Market Size	LT Growth	% of CPCS	Drivers
Process & Infrastructures 	Hospitals Semi-conductors Oil & Gas Electronics \$1.5bn 8-10% ~7%	<ul style="list-style-type: none">• Infrastructure development• Oil & Gas		
Data Centers 	Internet Data Centers, Corporate Data Centers \$8.8bn 10-15% ~46%	<ul style="list-style-type: none">• Digitalization• High Density• Scalability• Green• Energy Bill		
Enterprise Networking 	Servers, Storage, Networking equipment \$7.3bn 6-8% ~33%	<ul style="list-style-type: none">• IT Servers• Virtualization• Energy Bill• VOIP		
Desktop/Mobile Professional 	Desktop PCs, Mobile PCs, Home AV \$4.4bn 4-6% ~14%	<ul style="list-style-type: none">• Desktops• Laptops• AV		

Competitors

 **Liebert.**



EATON

M C E

Oil & Gas Protection Systems

CHLORIDE
POWER PROTECTION

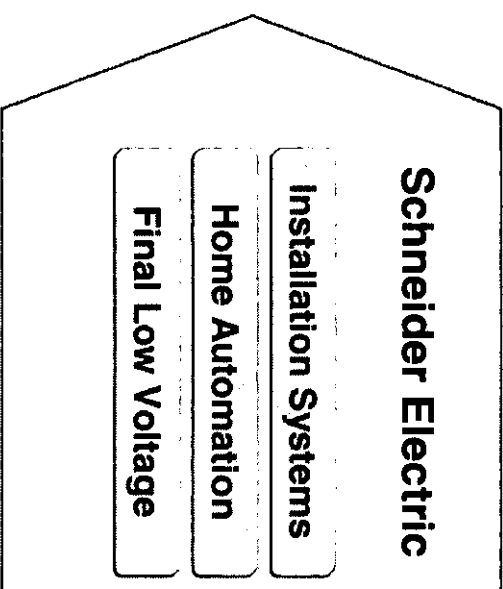
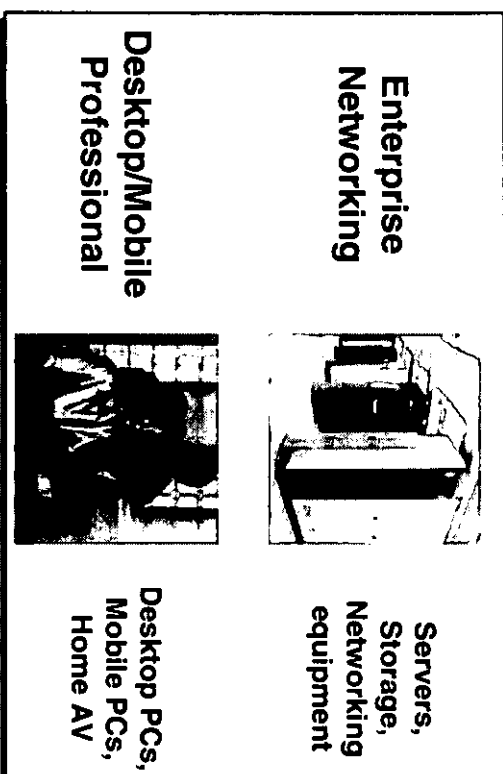
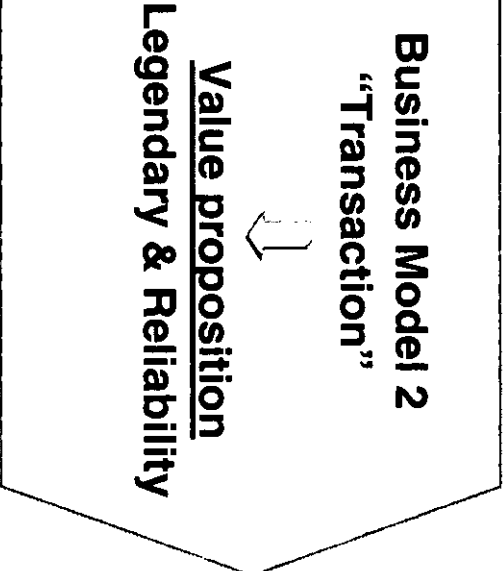
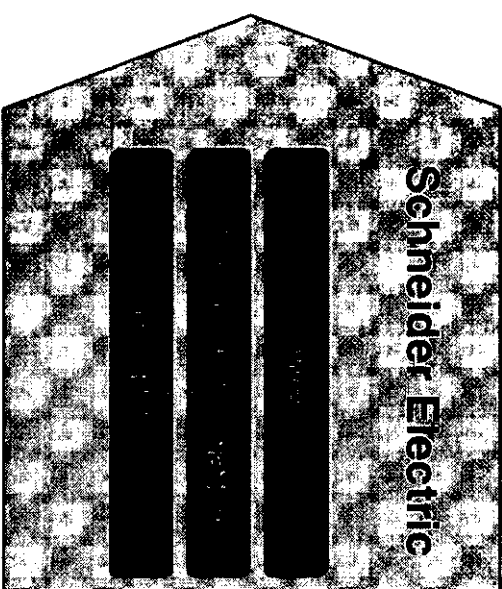
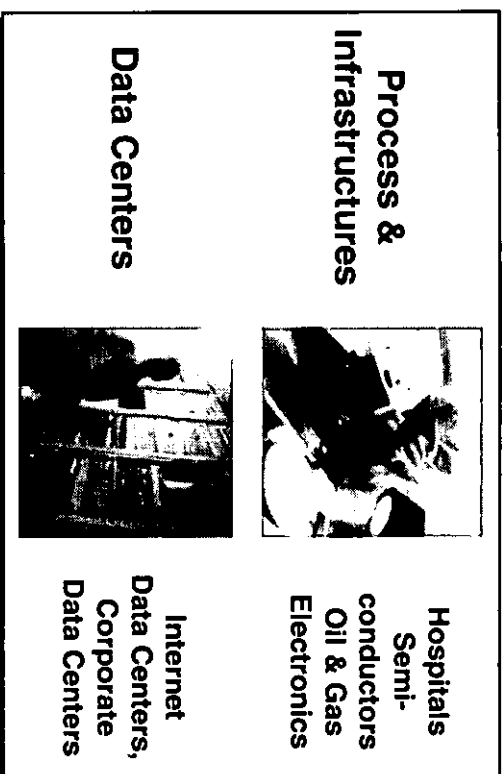
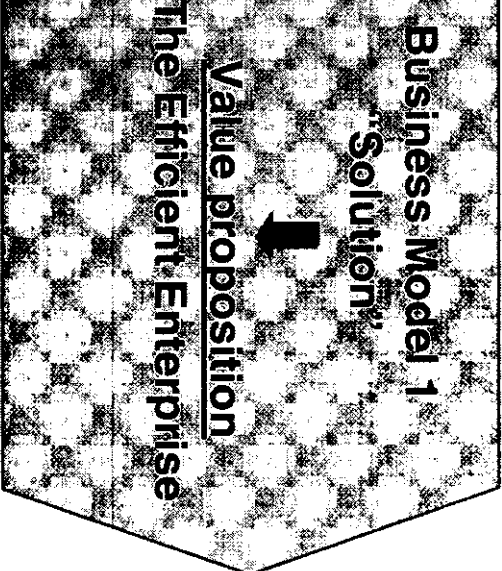


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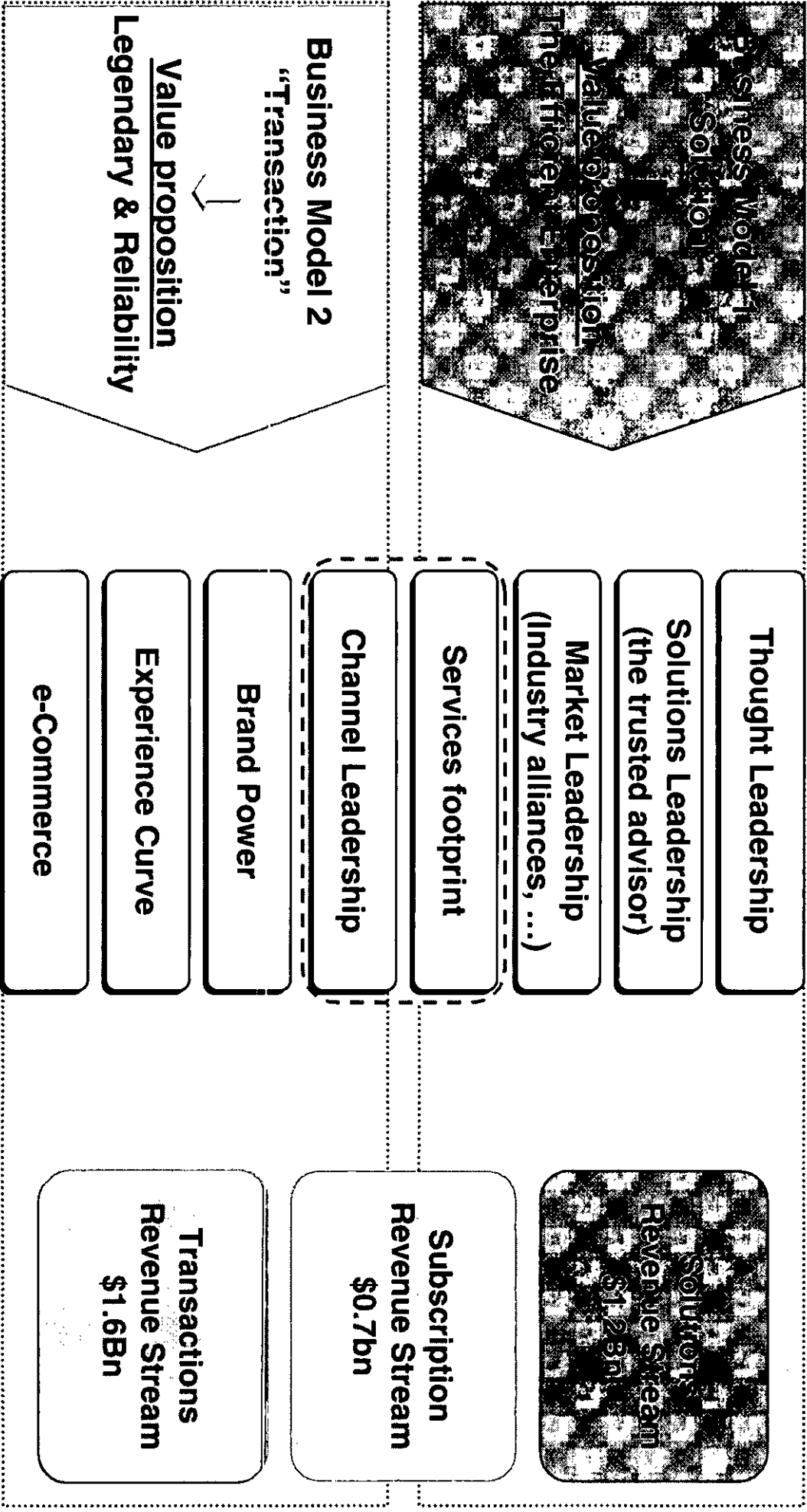
Schneider Electric



CPCS runs 2 business models to address those markets while leveraging Schneider Electric offering

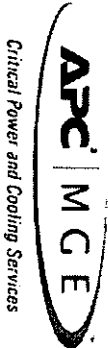


The 2 CPCs Business Models rely on strong differentiating factors

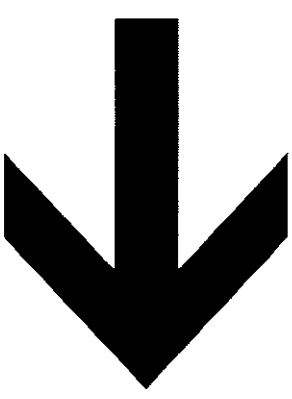
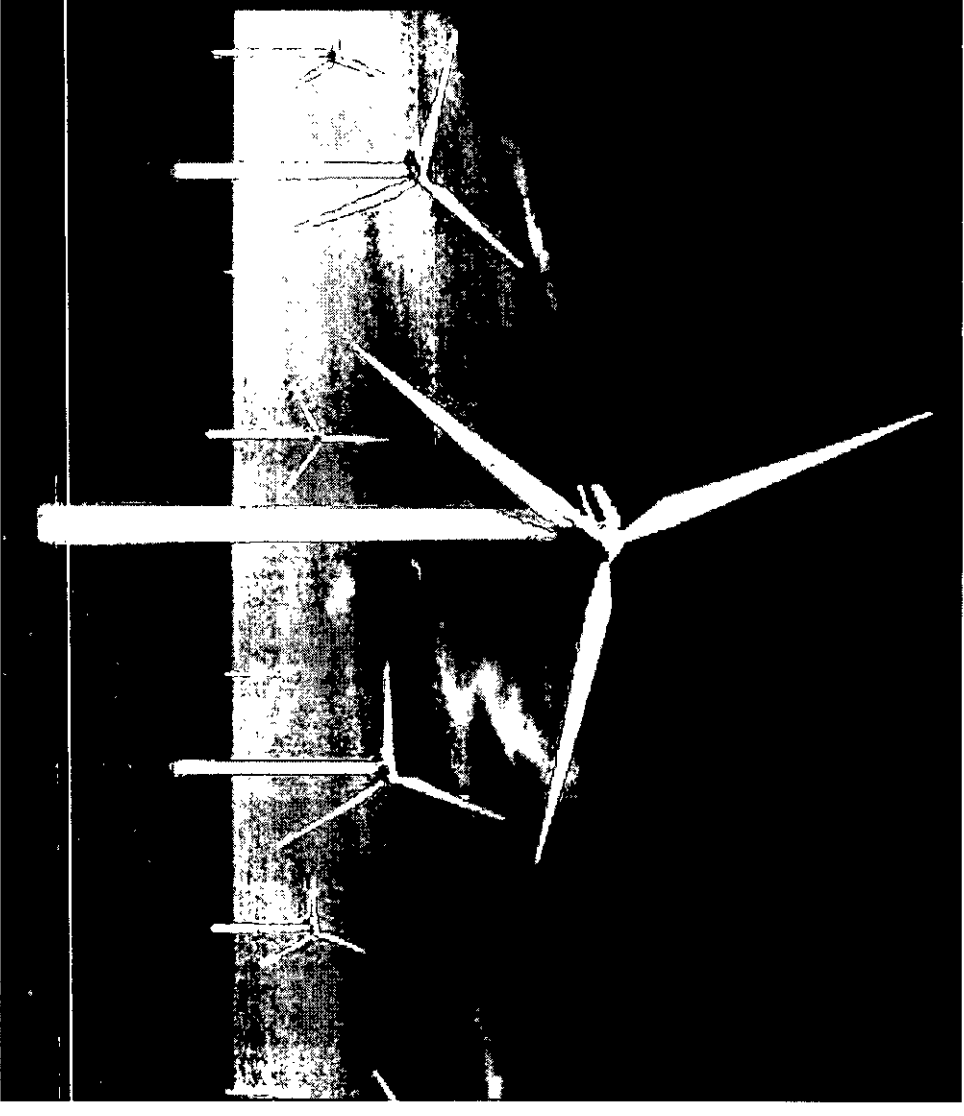


As a consequence, the strategic intent shifted over time from UPS to Critical Power & Cooling Services

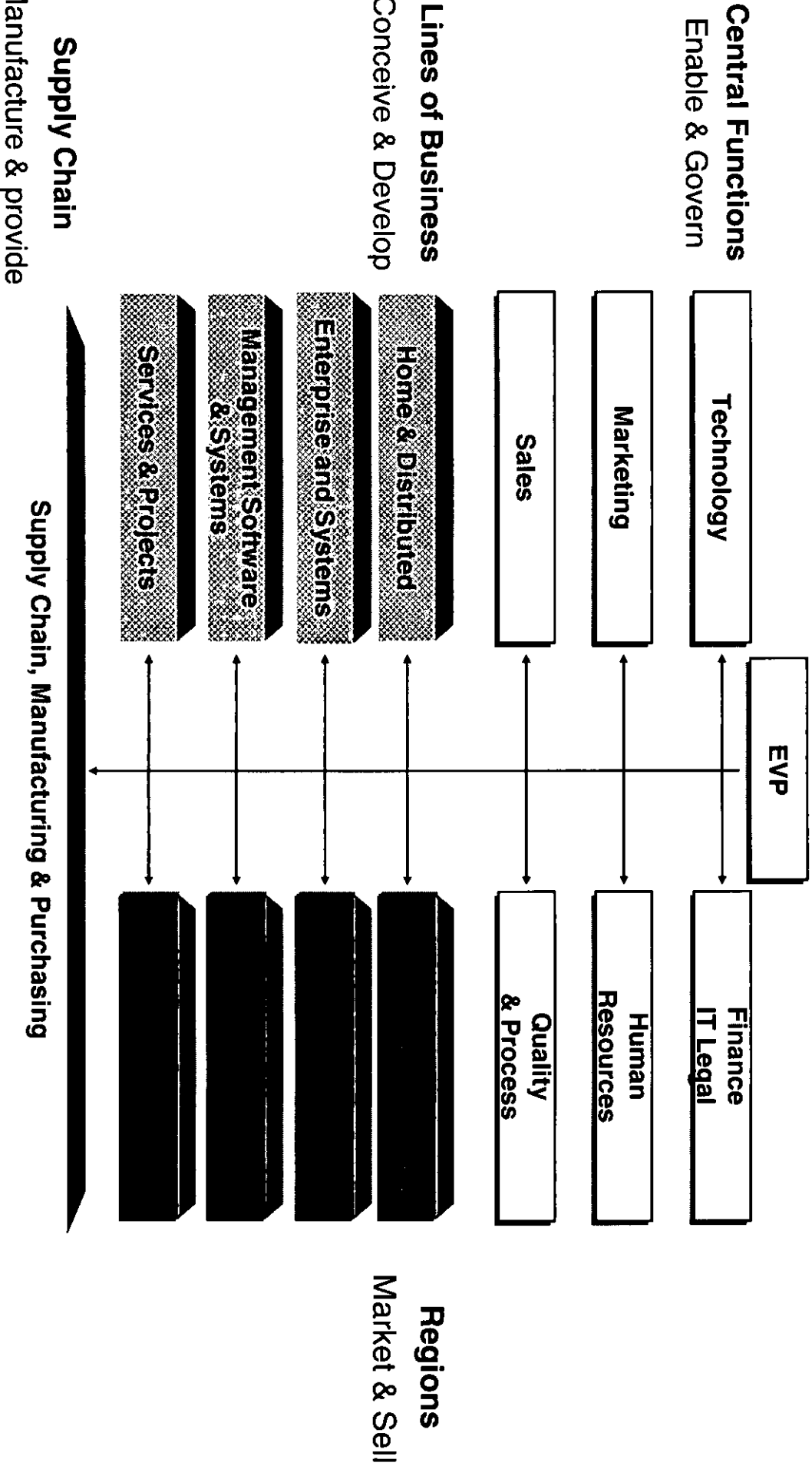
Strategic Ambition	From the Leader in Critical Power...	... to Efficient Enterprise & Legendary Reliability
Accessible Market	From UPS provider on a \$7Bn Market...	... to a Trusted Advisor accessing a US\$22Bn Market
Differentiation	From an extended offer to 2 cross-fertilized Business Models
Go to Market	From the IT and Facility Manager...	... to the center of an IT alliance web
Regional Footprint	A strong presence in the USA & Europe...	... and a key position in Emerging Markets



Execution Organization & Operational Framework



CPCS has an efficient and customer oriented organizational structure



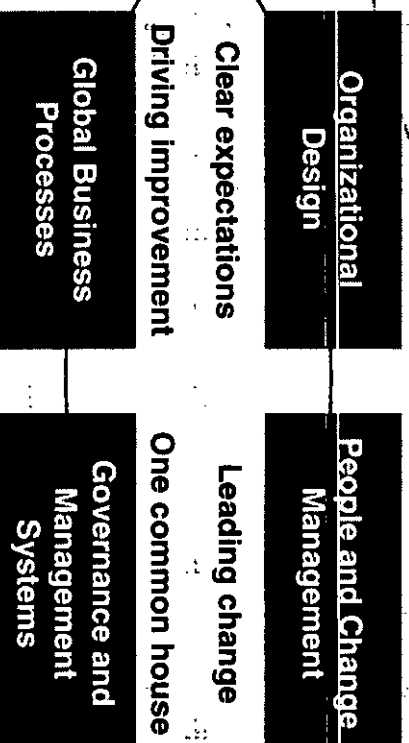
The Mission 2010 program is a tool to share,
align and execute

OUR AMBITION

growth
people
efficiency

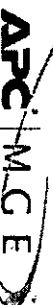
Client's trusted advisor
One Team One Dream
11Q of Profitable Growth

OUR EXECUTION FRAMEWORK






OUR STRATEGIC ROADMAP

Customer Delight	
Deliver Full Data Center Solution	
Improve Supply Chain	
Capex Synergies	
Strategy per LOB	Regional Deployment and Accountability APJ EMEA LATAM NAM
Leverage	
Home and Distributed	
Turnaround	
Enterprise and Systems	
Deploy	
Project and Services	
Cost	
Global Function	
Leverage	



Critical Power and Cooling Services

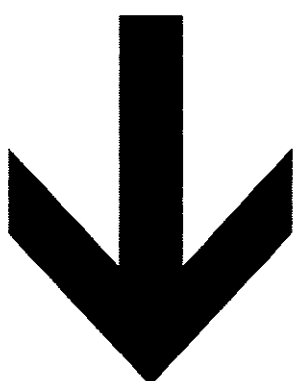
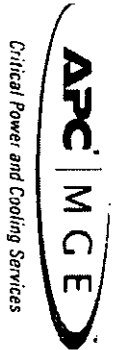
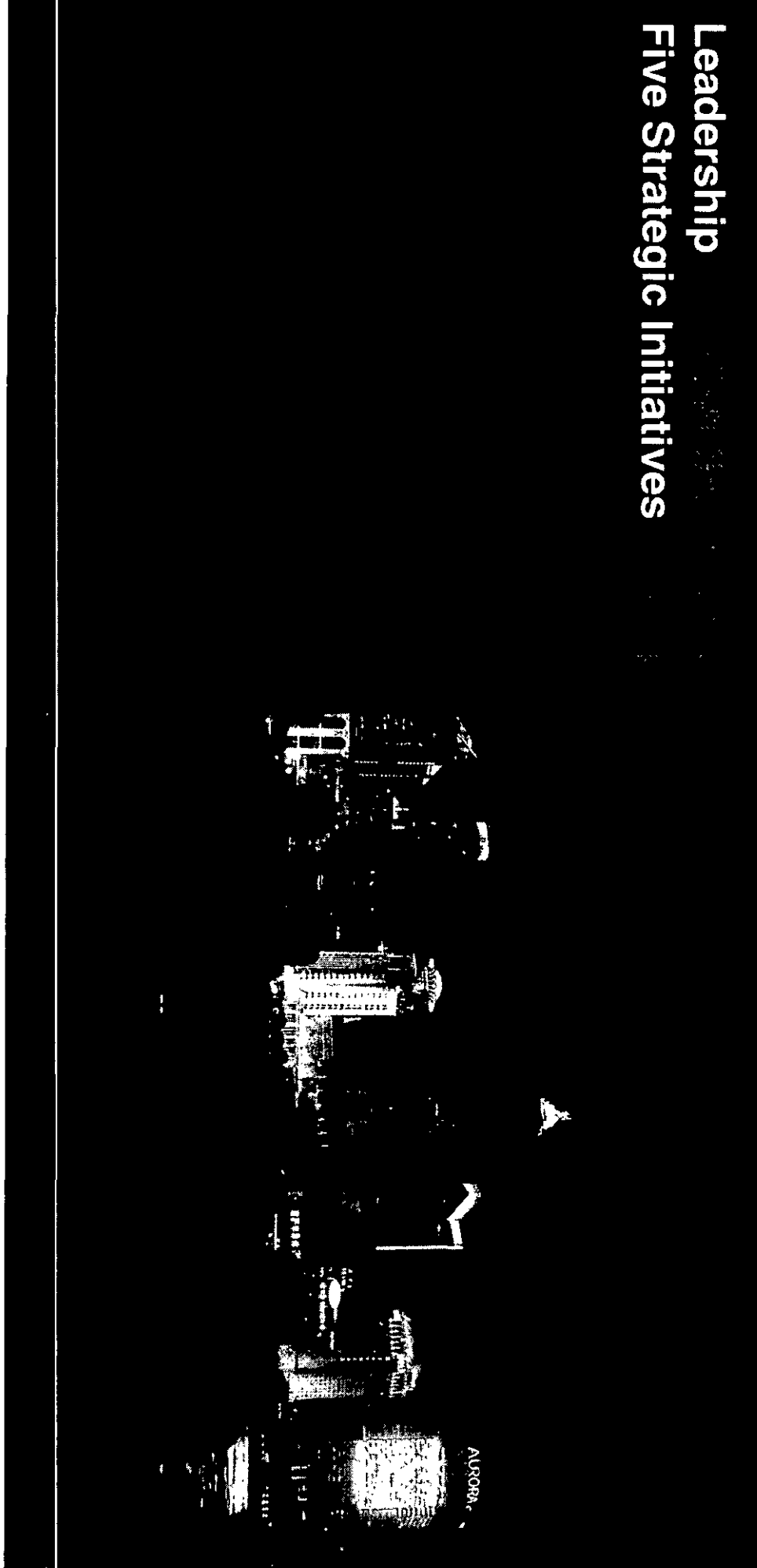
Strategic Roadmap

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**Capture
synergies
&
operational
efficiencies**

Leadership

Five Strategic Initiatives



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Leverage the Legendary Reliability value proposition in Home and Distributed to generate profitable growth

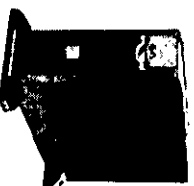
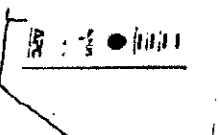
Key Success Factors

- Service footprint
- Channels leadership
- Brand power
- Experience curve
- Expansion of e-Commerce
- Control of the lifecycle
- Selling an insurance, not a product
- Share opportunities in BRICS
- Line expansion opportunities
- Upsell to Efficient Enterprise solutions

Optimizing the single phase franchise in The Protected Premises

\$1.1 Bn sales

APC core single phase
franchise for SMB & SME



Expanding to The Connected Consumer

\$0.5Bn Sales

High-end AV and mobile
protection for tech-savvy
consumers



Reinforce Home & Distributed leadership through 5 growth plans

The Protected Premises		The Connected Consumer	
Network / Teleco Closet		Mobile Computing	Audio / Video

- Preferred availability solutions provider for Networking
- Systems approach to leverage Power over Ethernet build out
- Share leader in all server segments from entry level to performance
- Lever brand and innovation
- The mobile accessory standard to the Fortune 1000
- Industrial design, innovation and leading with power
- Share leader in AV Power protection
- Focus on innovative solutions for the AV market
- Profitable share leadership
- Efficient, mature IT distribution channel

Share

- Be the share leader in each country and product category
- Lever our brand

Innovation

- Highly innovative products & services
- Marketing programs
- Lifecycle management

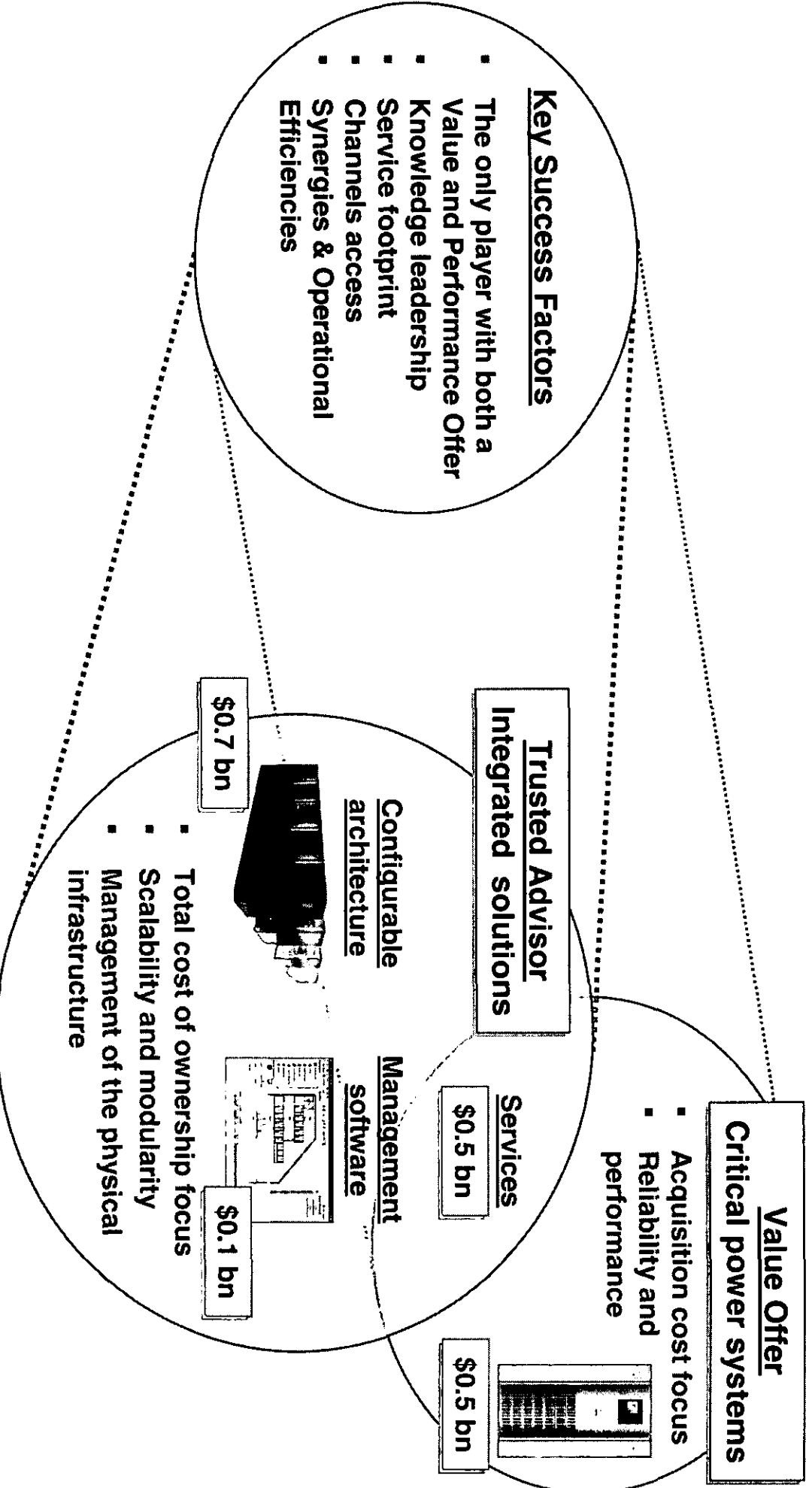
Cost

- Experience curve and reliable manufacturing
- Efficient channel structure

Mission 2010 incorporates a comprehensive Strategic Roadmap across all Lines of Business and Regions

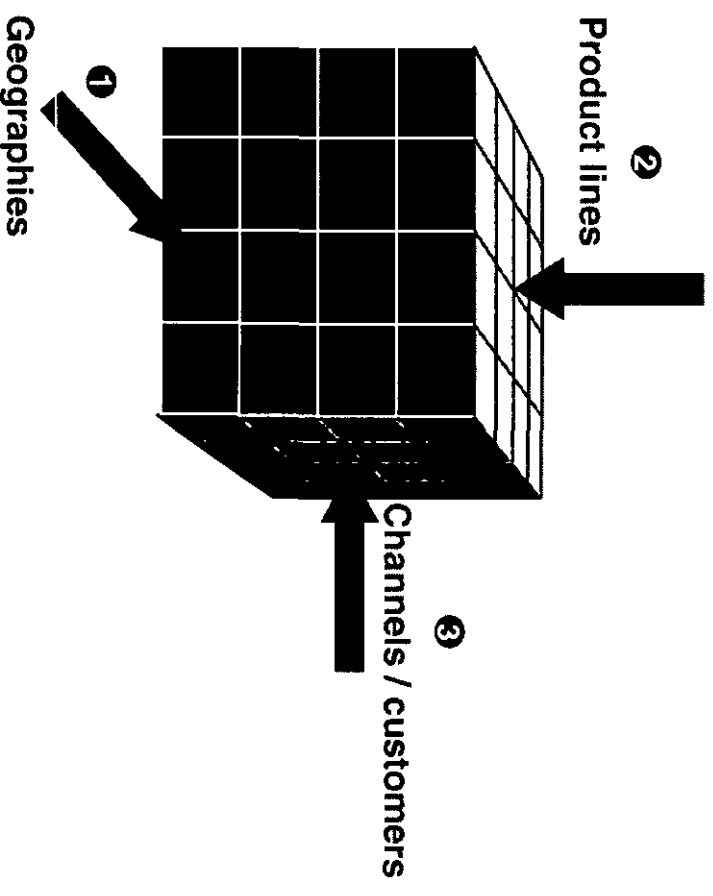
Regional Deployment Lines of Business					
Leverage Home & Distributed					
Turnaround Enterprise & Systems					
Boost Management Software					

Leverage the Efficient Enterprise value proposition to turnaround Enterprise & Systems



The turnaround of Enterprise & Systems has been articulated around 3 different angles

1. Identifying unprofitable geographies
 - ❑ Specific action plans per geographies
2. Identifying unprofitable product lines
 - ❑ Rationalize and reinforce portfolio
 - ❑ Optimize R&D spending
 - ❑ Improve price realization
 - ❑ Reallocate MarCom effort
3. Identifying unprofitable channels / customers
 - ❑ Streamlining of Go-To-Market approach
 - ❑ Efficiency of project execution
 - ❑ Service performance
 - ❑ Supply Chain optimization

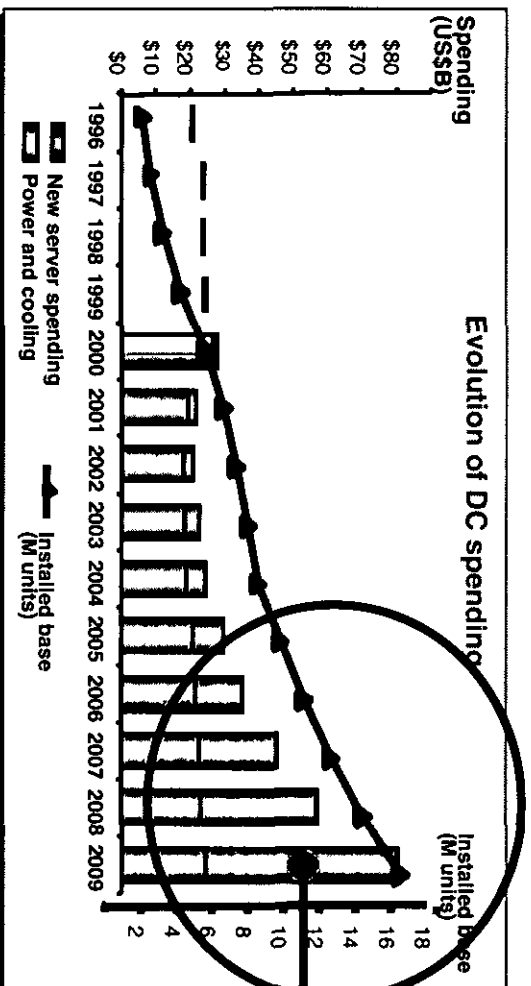


Break-even one year ahead of plan

Mission 2010 incorporates a comprehensive Strategic Roadmap across all Lines of Business and Regions

Deliver full data center solution					
Regional Deployment Lines of Business					
Leverage Home & Distributed					
Turnaround Enterprise & Systems					
Boost Management Software					

Data Centers market reveals strong growth potential & complementarities with Schneider Electric offering



Data Center Projects: \$17 per Watt!
Power & cooling

UPS: \$1

Cooling, Racks, power distribution, plumbing, planning, commissioning, consulting, engineering, contractors, subcontractors, project management: \$16

- Data Center market is growing fast in number and size
- Average network user bandwidth from 3 MB per month in '03 to 3MB per day in '07

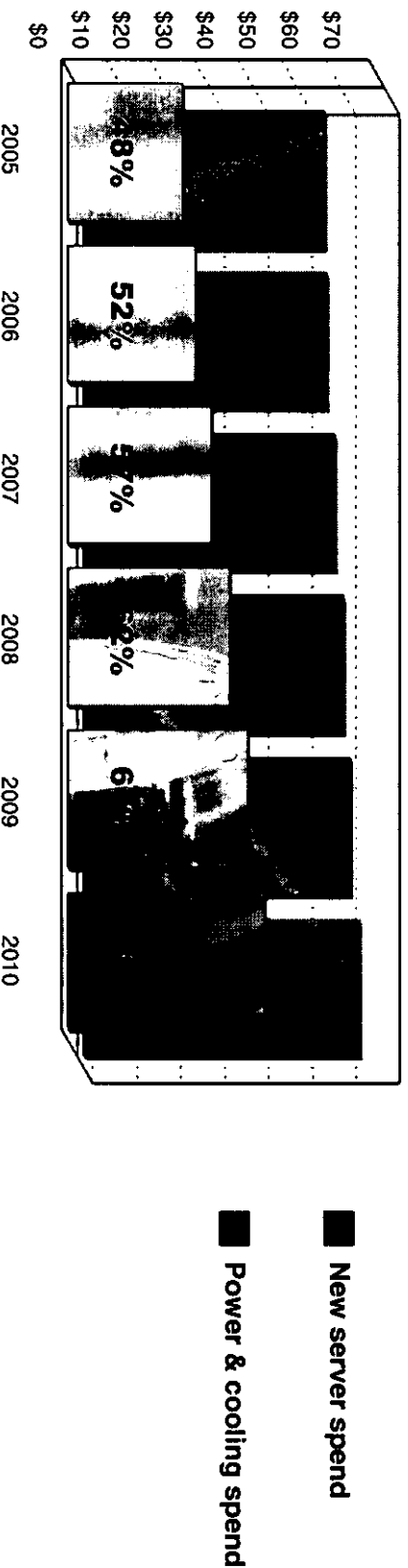
- UPS is 1\$ out of 17\$ spent per KW in Data Center projects
- Schneider Electric addresses 60% of the Data Centers market

CIOs and Facility Managers are at a tipping point, facing specific and increasing issues



- Keystroke = KW, wherever data is created, transmitted or stored
- Left unchecked, the cost to power and cool servers in the future may well equal the cost of acquisition
 - Energy to represent 48% of an IT budget spent, up from 8%
 - According to IDC, the cost to power and cool servers in the data center will increase 54% in next 4 years
- IT executives now rank power and cooling in the top 5 among current concerns

Expense to power and cool installed base (\$bn)



SOURCE: IDC, 'Worldwide Server Power and Cooling Expense 2006-2010,' Document #203598, Sept. 2006

CPCS leads the Data Center space in 3 ways



Thought Leadership in Power and Cooling

White papers, Datacenter university, Technology Center

- Data center energy efficiency improved by 10-30% through best practices
- New thinking on thermal issues and eco-friendly equipment recovery



Solution leadership with Innovative Technologies

InfraStruXure and Management Software

- Energy efficient technologies to get more work per kilowatt
- A TCO approach from design to operations and upgrade



Market Leadership with our Solution Approach

Unique Trusted Advisor status with CIOs and Facility Managers

- Combining heritage from IT and ET leadership presence
- Providing experts to address physical infrastructure issues
- Network of IT alliances: IBM, Sun, Dell, ...



Mission 2010 incorporates a comprehensive Strategic Roadmap across all Lines of Business and Regions

	Deliver full data center solution				
	Ensure customer satisfaction				
	Improve supply chain				
Regional Deployment of Business					
Leverage Home & Distributed					
Turnaround Enterprise & Systems					
Boost Management Software					

Customer Delight is a major initiative in the context of the integration

"Ensure a world class Customer Delight"

A Complaint Management	B Quality Monitoring	C Customer loyalty	D Network	E Order Management
Set up the customer complaint process Red Alerts	Overview of customer experience Quality action plans Status of red alerts Critical issues,..	Frequent studies in line with strategy Identify the customer satisfaction/loyalty drivers at each touch point	Full fledged worldwide quality network with roles & responsibilities Escalation processes	Deliver the perfect order on time Customer projects

Rigorous program management, synergies, shared KPIs, IT tools

The Supply Chain and Customer Delight initiatives are fully synchronized

"Build a customer focused, world class, Supply Chain"

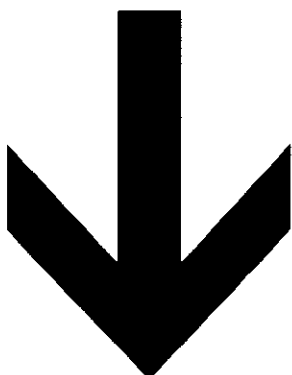
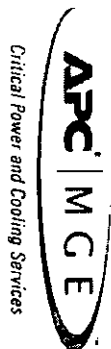
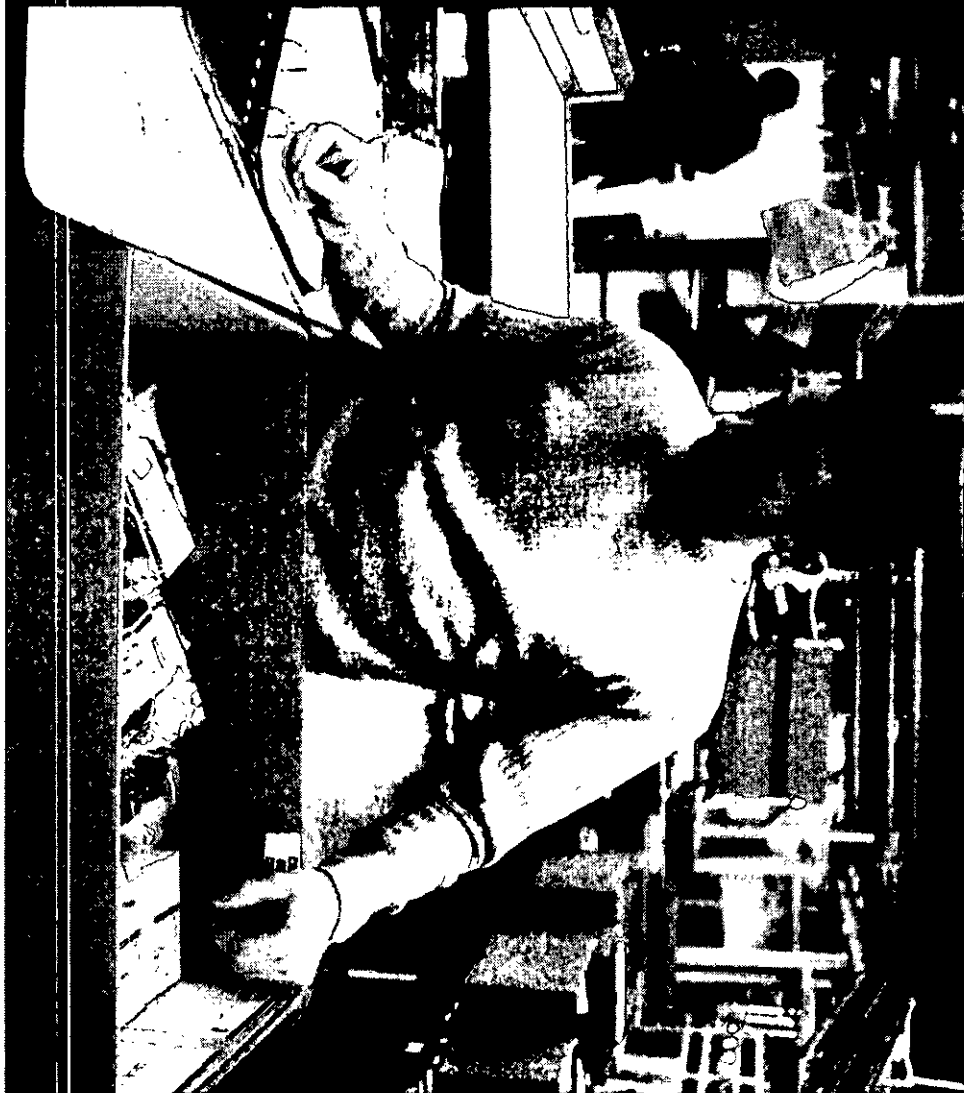
A From Push to Pull	B Best in class order management	C Optimize supply chain	D Perfect customer delivery
<p>S&OP to better predict customer demand and optimize response</p> <p>Diminish variability of sales to better serve customer</p> <p>Involve sales on inventory management</p>	<p>Put in place availability to promise</p> <p>Automate client booking</p>	<p>Manufacturing footprint to optimize efficiency</p> <p>Trade-offs between plant productivity and overall supply chain optimization</p> <p>Master data reliability</p>	<p>DC footprint to optimize efficiency</p> <p>Leverage synergies with Schneider Electric network and back-offices</p>

Rigorous program management, synergies, shared KPIs, IT tools



Conclusion

Our key strengths



Schneider Electric - through CPCS - solves its customers' fast rising critical power and cooling issues with breakthrough solutions

4 distinct markets with a extended portfolio

2 complementary business models with distinctive and competitive value proposition

A global footprint addressing multiple markets and applications

3 revenue streams: solution, subscription and transaction

An integration process focusing on customer, people and performance and encapsulated in a 3 years Mission 2010 program

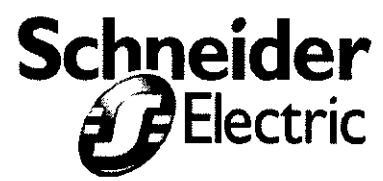
Home & Distributed opportunity highlighted by share gains, new market segments and BRIC focus

Successful Enterprise & Systems turnaround

Positioned for Data Centers success with breakthrough technologies

World Class Customer Delight and Supply Chain initiatives

**Giving the best of the New Electric World
to everyone, everywhere at any time**



Press Release

Press Release

Schneider Electric presents the strategy and prospects for its new Critical Power & Cooling Services Business Unit, combining APC and MGE

Rueil Malmaison, November 28, 2007 – Schneider Electric (Euronext: SCHN) took advantage of Investor Days on November 28 and 29 to present the strategy and prospects for its new Critical Power & Cooling Services Business Unit, which was formed in February 2007 after the Group acquired APC and combined its operations with those of MGE UPS Systems.

Speaking in St. Louis, Missouri, where Schneider Electric has a Technology Center focused on leading-edge solutions for data centers energy efficiency and performance, the Business Unit's management presented:

- Challenges and trends in the Critical Power & Cooling market. Customers' emerging needs require integrated power and cooling solutions to solve the growing issue of energy efficiency for critical applications.
- The solutions portfolio and differentiating factors. The Business Unit's leadership positions, combined with the strength of Schneider Electric's other lineups, allows it to offer unique, comprehensive, innovative solutions in fast growing markets.
- The strategic ambition and performance plans for Critical Power & Cooling services' two main business lines: Home & Distributed and Enterprise & Systems.
- Critical Power & Cooling services' unique expertise in facility design, operation and energy management for the high-potential data centers market.

Thanks to the successful integration of APC's and MGE UPS Systems' resources over the past nine months, the Critical Power & Cooling Services Business Unit has turned in an excellent performance. The Business Unit's strong sales growth has confirmed the success of its products and solutions in the booming Critical Power & Cooling market. Furthermore, the initial impact of synergies and the deployment of additional efficiencies plans have driven a remarkable improvement in profitability.

As a result, Schneider Electric anticipates the following results for the Critical Power & Cooling Services Business Unit in 2007:

- Sales of \$3,500 million.
- EBITA before non-recurring charges* of around \$430 million, double the 2006 figure, for a margin in the region of 12% (up 5 points).
- EBITA** of around \$390 million.

* EBITA before non-recurring charges: restructuring costs and assets value adjustments

** EBITA: operating profit before amortization of purchase accounting intangibles.



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Press Release (p. 2)

In addition, Schneider Electric revises the following targets for 2009 upwards:

- Sales of between \$4,300 million and \$4,500 million, representing average annual organic growth of between 11% and 13%.
- EBITA of between \$650 million and \$750 million, for a margin of between 15% and 17%.

The presentations are available at www.schneider-electric.com.

About Schneider Electric

Schneider Electric, the world's power and control specialist, anticipates and satisfies its customers' requirements in the residential, building, industry and energy and infrastructure markets. With 112,000 employees and operations in 190 countries, Schneider Electric generated revenue of €13.7 billion in 2006 through 15,000 distributor outlets.

www.schneider-electric.com

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Press Release

Schneider Electric is confident in the growth potential of its new business portfolio

Rueil Malmaison, November 29, 2007 – Jean-Pascal Tricoire, Chairman of the Management Board and CEO of Schneider Electric (Euronext: SCHN), took advantage of Investor Days on November 28 and 29 to highlight the Group's growth strategy. In-depth repositioning of the business portfolio has allowed Schneider Electric to double its accessible market in six years, diversify its exposure to end markets and transform its growth profile.

As a result, Schneider Electric has developed unique positions in new businesses experiencing strong, structural growth such as Critical Power & Cooling Services, Energy Monitoring and Services. It has also enhanced its presence in markets that are less sensitive to economic cycles, such as Infrastructure and Data Centers & Networks.

Schneider Electric is now able to offer even more comprehensive solutions to meet its customers' emerging needs, notably in the promising hospital, hotel, water treatment and data center segments.

Commenting on the business outlook, Jean-Pascal Tricoire declared: *"Thanks to our geographic expansion and strategic repositioning — one-third of our sales is generated in emerging markets and half is from new businesses* — Schneider Electric has considerable strengths with which to seize growth opportunities in its markets and sustainably generate higher growth. Assuming current conditions in its end markets, the Group anticipates organic growth of its sales between 6% and 8% in 2008."*

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* Critical Power and Cooling, Energy Monitoring, Building Automation & Security, Industrial Automation, Installation Systems & Control (wiring devices), Services



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